

TEMPORARY

NO. 64940-T

APPLICATION FOR PERMISSION TO CHANGE POINT OF DIVERSION, MANNER OF USE AND PLACE OF USE OF THE PUBLIC WATERS OF THE STATE OF NEVADA HERETOFORE APPROPRIATED

Date of filing in State Engineer's Office MAR 08 1999
Returned to applicant for correction _____
Corrected application filed _____
Map filed MAR 25 1999

The applicant **Santa Fe Pacific Gold Corporation**, hereby makes application for permission to change the **point of diversion, manner of use & place of use of a portion** of water heretofore appropriated under Permit 59627

1. The source of water is **Underground; Lone Tree Mine; Well SS-11**
2. The amount of water to be changed **0.02 cfs; 3.06 million gallons**
3. The water to be used for **Mining, Milling and Dewatering**
4. The water heretofore permitted for **Dewatering**
5. The water is to be diverted at the following point **SW $\frac{1}{4}$ NE $\frac{1}{4}$ of Section 11, T.34N., R.42E., M.D.B.&M., or at a point from which the southeast corner of said Section 11 bears S.32°36'39"E. a distance of 4,136.0 ft. (see attached map)**
6. The existing permitted point of diversion is located within **NE $\frac{1}{4}$ NE $\frac{1}{4}$ of Section 11, T.34N., R.42E., M.D.B.&M., at a point from which the northeast corner of said Section 11 bears N.44°40'13"E. a distance of 946.95 feet.**
7. Proposed place of use **Sections 1, 2, 3, 10, 11, 12, 13, 14, 15, 22, 23, 24, and 27, T34N, R42E, M.D.B.&M. and the south half of the NE quarter and north half of the SE quarter of section 29, T35N, R43E, M.D.M.**
8. Existing place of use **Sections 1, 2, 11, 12, 13, 14, 15, 23, 24, T34N, R42E, M.D.B.&M.**
9. Use will be from **January 01 to December 31** of each year.
10. Use was permitted from **January 01 to December 31** of each year.
11. Description of proposed works **Well, pump, motor, distribution system**
12. Estimated cost of works **completed**
13. Estimated time required to construct works **completed**
14. Estimated time required to complete the application of water to beneficial use **N/A**
15. Remarks: **This application is submitted according to Well Spacing Order 1086. Upon, and not before issuance of a permit under this application, Santa Fe Pacific Gold Corporation withdraws permit 63822. (See Affidavit of Conditional Withdrawal filed under that permit)**

By **s/Paul M. Pettit**
P.O. Box 669
Carlin, Nevada 89822

Compared dl/cms dl/bk

Protested _____

APPROVAL OF STATE ENGINEER

This is to certify that I have examined the foregoing application, and do hereby grant the same, subject to the following limitations and conditions:

This temporary permit to change the point of diversion, place of use and manner of use of a portion of the waters of an underground source as heretofore granted under Permit 59627 is issued subject to the terms and conditions imposed in said Permit 59627 and with the understanding that no other rights on the source will be affected by the change proposed herein. A totalizing meter must be installed and accurate measurements must be kept of water placed to beneficial use. The totalizing meter must be installed before any use of the water begins or before the proof of completion of work is filed.

This temporary permit does not extend the permittee the right of ingress and egress on public, private or corporate lands.

The manner of use of water under this temporary permit is by nature of its activity a temporary use and any application to change the manner of use granted under this permit will be subject to additional determination and evaluation with respect to the permanent effects on existing rights and the resource within the groundwater basin.

The issuance of this temporary permit does not waive the requirements that the permit holder obtain other permits from State, Federal and local agencies, and is specifically issued contingent upon approval by the Nevada Division of Environmental Protection of the dewatering project.

The total combined diversion rate of Permits 54761, Certificate 14565; 54763, Certificate 14566; 56406, Certificate 14567; 56407; 56578; 56951; 57103; 57104; 59243; 59244; 59245; 59246; 59247; 59248; 59249; 59250; 59251; 59627; 59629; 60288; 60289; 60290; 60291; 60292; 60293; 60294; 60295; 60296; 60297; 60298; 60300; 60301; 60302; 60303; 60606; 60685; 62320 S-1; 62320 S-2; 62320 S-3; 62320 S-4; 62320 S-5; 62320 S-6; 62608; 62609; 62610; 62611; 62612; 62778; 64928-T through 64933-T, inclusive, 64938-T through 64943-T, inclusive, and 65010-T will not exceed 49,400 gallons per minute or 110.06 cubic feet per second for mining, milling and dewatering purposes.

The total volume of water allowed to be diverted under the above mentioned permits and for the same purposes will not exceed 79,682.0 acre-feet annually.

The total combined consumptive duty for mining and milling purposes under the above permits and any changes of these permits, with the exception of 62320 S-3, 62320 S-4 and 62320 S-6, must not exceed 6,047.0 acre-feet annually. An additional 10,646.0 acre-feet annually is authorized for substitutive uses.

All water diverted but not used for mining or milling purposes will be discharged to the Iron Point Relief Canal via the aqueduct completed in June, 1993.

All water diverted will be measured and reported to the State Engineer on a monthly basis. The report will include the amount of water diverted from each well, the amount of water used for mining and milling purposes, and the amount discharged to the Iron Point Relief Canal. This report shall include the amount of water delivered to any other projects. This report must be submitted to the State Engineer within 15 days of the last day of the preceding month.

This temporary permit is issued subject to the "Lone Tree Mining, Inc. Unified Monitoring Plan", March 27, 1993.

The State Engineer will retain the right to require additional monitoring over and above the monitoring required in the monitoring plan mentioned and also will retain the right to seek other

(CONTINUED ON PAGE 2)

disposal options of water discharged to the Iron Point Relief Canal. The State Engineer retains the right to regulate discharge based on flood considerations.

The permittee, on a schedule acceptable to the State Engineer, will prepare and present an update on the activities of the mine and the monitoring plan on a periodic basis, but not less than two times a year.

A "Stipulation to Withdraw Protest" was made and entered into by and between Santa Fe Pacific Gold Corporation, Lone Tree Mine and its successors, and Lander County on August 12, 1994. A second "Stipulation to Withdraw Protest" was made and entered into by and between Santa Fe Pacific Gold Corporation, Lone Tree Mine and its successors, and the Humboldt River Basin Water Authority in August, 1994. The State Engineer may not concur with and is not bound by the terms and conditions of these stipulations to withdraw protest, pursuant to NAC 533.150.

This temporary permit also incorporates the provisions of Amended Order Nos. 1085 and 1086, issued by the State Engineer on January 21, 1994.

This temporary permit is issued pursuant to the provisions of NRS 533.345 Section 2 and will expire on June 1, 2000 at which time all rights herein granted shall revert to the right being changed by this temporary permit.

The amount of water to be appropriated shall be limited to the amount which can be applied to beneficial use, and not to exceed 0.02 cubic feet per second, **but not to exceed 3.06 million gallons annually.**

Work must be prosecuted with reasonable diligence and be completed on or before:

Proof of completion of work shall be filed before:

Application of water to beneficial use shall be filed on or before:

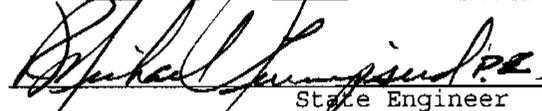
Proof of the application of water to beneficial use shall be filed on or before:

Map in support of proof of beneficial use shall be filed on or before:

IN TESTIMONY WHEREOF, I, R. MICHAEL TURNIPSEED, P.E.,

State Engineer of Nevada, have hereunto set my hand and the seal of my office,

this 2nd day of June, A.D. 1999


State Engineer

TEMPORARY

WITHDRAWN BY APPLICANT MAY 24 2000

STATE ENGINEER cmf